

Fill in this information to identify the case:

Debtor Name	Mallett Inc
United States Bankruptcy Court for the:	Southern District of New York
Case number:	21-11619

Check if this is an amended filing

Official Form 425C

Monthly Operating Report for Small Business Under Chapter 11

12/17

Month: July 2023

Date report filed:

MM / DD / YYYY

Line of business:

NAISC code:

In accordance with title 28, section 1746, of the United States Code, I declare under penalty of perjury that I have examined the following small business monthly operating report and the accompanying attachments and, to the best of my knowledge, these documents are true, correct, and complete.

Responsible party:



Original signature of responsible party

Graham Shircore

Printed name of responsible party

1. Questionnaire

Answer all questions on behalf of the debtor for the period covered by this report, unless otherwise indicated.

Yes	No	N/A
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If you answer No to any of the questions in lines 1-9, attach an explanation and label it *Exhibit A*.

- | | | | |
|--|-------------------------------------|-------------------------------------|-------------------------------------|
| 1. Did the business operate during the entire reporting period? | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 2. Do you plan to continue to operate the business next month? | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 3. Have you paid all of your bills on time? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 4. Did you pay your employees on time? | <input type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 5. Have you deposited all the receipts for your business into debtor in possession (DIP) accounts? | <input type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 6. Have you timely filed your tax returns and paid all of your taxes? | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 7. Have you timely filed all other required government filings? | <input type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 8. Are you current on your quarterly fee payments to the U.S. Trustee or Bankruptcy Administrator? | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 9. Have you timely paid all of your insurance premiums? | <input type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> |

If you answer Yes to any of the questions in lines 10-18, attach an explanation and label it *Exhibit B*.

- | | | | |
|---|--------------------------|-------------------------------------|--------------------------|
| 10. Do you have any bank accounts open other than the DIP accounts? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 11. Have you sold any assets other than inventory? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 12. Have you sold or transferred any assets or provided services to anyone related to the DIP in any way? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 13. Did any insurance company cancel your policy? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 14. Did you have any unusual or significant unanticipated expenses? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 15. Have you borrowed money from anyone or has anyone made any payments on your behalf? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 16. Has anyone made an investment in your business? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |

Debtor Name Mallett Inc

Case number 21-11619

17. Have you paid any bills you owed before you filed bankruptcy?
18. Have you allowed any checks to clear the bank that were issued before you filed bankruptcy?

2. Summary of Cash Activity for All Accounts

19. Total opening balance of all accounts

This amount must equal what you reported as the cash on hand at the end of the month in the previous month. If this is your first report, report the total cash on hand as of the date of the filing of this case.

\$ 509,304.51

20. Total cash receipts

Attach a listing of all cash received for the month and label it *Exhibit C*. Include all cash received even if you have not deposited it at the bank, collections on receivables, credit card deposits, cash received from other parties, or loans, gifts, or payments made by other parties on your behalf. Do not attach bank statements in lieu of *Exhibit C*.

Report the total from *Exhibit C* here.

\$ 0.00

21. Total cash disbursements

Attach a listing of all payments you made in the month and label it *Exhibit D*. List the date paid, payee, purpose, and amount. Include all cash payments, debit card transactions, checks issued even if they have not cleared the bank, outstanding checks issued before the bankruptcy was filed that were allowed to clear this month, and payments made by other parties on your behalf. Do not attach bank statements in lieu of *Exhibit D*.

- \$ 0.00

Report the total from *Exhibit D* here.

22. Net cash flow

Subtract line 21 from line 20 and report the result here.

+ \$ 0.00

This amount may be different from what you may have calculated as *net profit*.

23. Cash on hand at the end of the month

Add line 22 + line 19. Report the result here.

= \$ 509,304.51

Report this figure as the *cash on hand at the beginning of the month* on your next operating report.

This amount may not match your bank account balance because you may have outstanding checks that have not cleared the bank or deposits in transit.

3. Unpaid Bills

Attach a list of all debts (including taxes) which you have incurred since the date you filed bankruptcy but have not paid. Label it *Exhibit E*. Include the date the debt was incurred, who is owed the money, the purpose of the debt, and when the debt is due. Report the total from *Exhibit E* here.

24. Total payables

(*Exhibit E*)

\$ 25,992.00

Debtor Name Mallett Inc

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4. Money Owed to You

Attach a list of all amounts owed to you by your customers for work you have done or merchandise you have sold. Include amounts owed to you both before, and after you filed bankruptcy. Label it *Exhibit F*. Identify who owes you money, how much is owed, and when payment is due. Report the total from *Exhibit F* here.

25. Total receivables

\$ 0.00

(*Exhibit F*)

5. Employees

26. What was the number of employees when the case was filed?

0

27. What is the number of employees as of the date of this monthly report?

0

6. Professional Fees

28. How much have you paid this month in professional fees related to this bankruptcy case?

\$ 0.00

29. How much have you paid in professional fees related to this bankruptcy case since the case was filed?

\$ 0.00

30. How much have you paid this month in other professional fees?

\$ 0.00

31. How much have you paid in total other professional fees since filing the case?

\$ 0.00

7. Projections

Compare your actual cash receipts and disbursements to what you projected in the previous month. Projected figures in the first month should match those provided at the initial debtor interview, if any.

	<i>Column A</i>	<i>Column B</i>	<i>Column C</i>
	Projected	- Actual	= Difference
		Copy lines 35-37 from the previous month's report.	Subtract Column B from Column A.
32. Cash receipts	\$ <u>0.00</u>	- \$ <u>0.00</u>	= \$ <u>0.00</u>
33. Cash disbursements	\$ <u>0.00</u>	- \$ <u>0.00</u>	= \$ <u>0.00</u>
34. Net cash flow	\$ <u>0.00</u>	- \$ <u>0.00</u>	= \$ <u>0.00</u>
35. Total projected cash receipts for the next month:			\$ <u>0.00</u>
36. Total projected cash disbursements for the next month:			- \$ <u>0.00</u>
37. Total projected net cash flow for the next month:			= \$ <u>0.00</u>

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Case number 21-11619

8. Additional Information

If available, check the box to the left and attach copies of the following documents.

- 38. Bank statements for each open account (redact all but the last 4 digits of account numbers).
- 39. Bank reconciliation reports for each account.
- 40. Financial reports such as an income statement (profit & loss) and/or balance sheet.
- 41. Budget, projection, or forecast reports.
- 42. Project, job costing, or work-in-progress reports.

**Mallet Inc - Chapter 11
Profit and Loss
From 1 July 2023 to 31 July 2023**

Financial Row	Total Amount
Ordinary Income/Expense	
Income	
56100 - Rental income	\$0.00
Total - Income	\$0.00
Gross Profit	\$0.00
Expense	
75000 - Legal and professional	
75150 - Tax fees	\$0.00
75300 - Other professional fees	\$0.00
Total - 75000 - Legal and professional	\$0.00
76000 - IT	
76300 - Phone	\$0.00
Total - 76000 - IT	\$0.00
77000 - Establishment & admin	
77100 - Establishment	
77120 - Rates	\$0.00
77140 - Electricity	\$0.00
77150 - Gas & oil	\$0.00
77160 - Repairs & maintenance	\$0.00
77200 - Insurance	\$0.00
Total - 77100 - Establishment	\$0.00
77500 - Admin	
77580 - Miscellaneous Expenses	\$0.00
Total - 77500 - Admin	\$0.00
Total - 77000 - Establishment & admin	\$0.00
79000 - Depreciation	
79200 - Leasehold depreciation	\$0.00
79800 - IFRS 16 Asset depreciation	\$0.00
Total - 79000 - Depreciation	\$0.00
84000 - Exceptional Costs	
84100 - Corporate Fees	\$0.00
Total - 84000 - Exceptional Costs	\$0.00
Total - Expense	\$0.00
Net Ordinary Income	\$0.00
Other Income and Expenses	
Other Expense	
82000 - Interest expense	
82900 - Other interest paid	\$0.00
Total - 82000 - Interest expense	\$0.00
Unrealized Gain/Loss	\$0.00
Total - Other Expense	\$0.00
Net Other Income	\$0.00
Net Income	\$0.00

Mallett Inc – 21-11619 – July 2023

Exhibit A

Bills that have not been paid are for our professional adviser Mazars who prepare company tax returns.

Mallet Inc Balance Sheet	Mallet Inc Balance Sheet End of June 2023	Mallet Inc Balance Sheet End of July 2023	Movement In month
Financials Row			
ASSETS			
Current Assets			
D&P account	\$3,509,444.19	\$3,509,444.19	\$0.00
28905 - CBRE Property Account	\$4,010.00	\$4,010.00	\$0.00
28906 - LBBQ (Q) TA	\$6,900.00	\$6,900.00	\$0.00
Total Bank	\$3,509,444.19	\$3,509,444.19	\$0.00
Trade Receivable			
25000 - Intercompany Debtor			
25135 - Owed from GSI Ltd (Non-NS)	\$30,927.66	\$30,927.66	\$0.00 Inter-group debtors
25136 - Owed from Mallet Inc (Non-NS)	\$4,010.00	\$4,010.00	\$0.00 Inter-group debtors
25230 - Owed from AVG (Non-NS)	\$6,900.00	\$6,900.00	\$0.00 Inter-group debtors
25375 - Owed from Nixon Steel Limited (MAS) (Non-NS)	\$13,122.00	\$13,122.00	\$0.00 Inter-group debtors
Total - 25000 - Intercompany Debtor	\$54,866.31	\$54,866.31	\$0.00
Total Accounts Receivable			
23020 - Prepayments			
23105 - Rent & rates	\$56,655.70	\$56,655.70	\$0.00 Prepayment no property leases
Total - 23020 - Prepayments	\$56,655.70	\$56,655.70	\$0.00
24020 - Inventories			
24030 - Stock	\$120,795.33	\$120,795.33	\$0.00 Rent deposit with S2B Madison & utility deposits
24850 - Provision for Bad debts	(\$120,795.33)	(\$120,795.33)	\$0.00 Provision against above
Total - 24020 - Other Inventories	\$0.00	\$0.00	\$0.00
24850 - Provision for Bad debts	\$0.00	\$0.00	\$0.00 Right of use asset - IFRS 156 accounting
Total Other Current Asset	\$3,710,303.95	\$3,710,303.95	\$0.00
Total Current Assets	\$7,274,611.45	\$7,274,611.45	\$0.00
Fixed Assets			
Leasedhold			
13100 - Leasedhold cost	\$4,159,921.78	\$4,159,921.78	\$0.00 Leasedhold improvements, fittings etc 829 Madison available
13150 - Leasedhold accumulated depreciation	(\$3,390,587.69)	(\$3,390,587.69)	\$0.00
Total - 13000 - Leasedhold	\$1,069,334.12	\$1,069,334.12	\$0.00
Plant and machinery & machinery			
15201 - Plant and machinery cost	\$19,878.00	\$19,878.00	\$0.00
15250 - Plant and machinery accumulated depreciation	(\$19,878.00)	(\$19,878.00)	\$0.00
Total - 15000 - Vehicles and plant & machinery	\$0.00	\$0.00	\$0.00
Total Fixed Assets	\$8,888.00	\$8,888.00	\$0.00
Total Assets	\$8,343,445.57	\$8,343,445.57	\$0.00
Liabilities & Equity			
Current Liabilities			
Accounts Payable			
32320 - Accounts Payable (Combined)			
32100 - Accounts Payable	\$64,063.01	\$64,063.01	\$0.00 Third party creditors
Total - 32000 - Accounts Payable (Combined)	\$64,063.01	\$64,063.01	\$0.00
35100 - Intercompany Creditors			
35135 - Owed to GSI Ltd (Non-NS)	(\$7,858.18)	(\$7,858.18)	\$0.00 Inter-group creditors
35135 - Owed to SG Ltd (Non-NS)	\$305,432.21	\$305,432.21	\$0.00 Inter-group creditors
35250 - Owed to TFAAG (Non-NS)	\$712,457.60	\$712,457.60	\$0.00 Inter-group creditors
35270 - Owed to Nixon Steel Limited (MAS) (Non-NS)	\$6,625,880.00	\$6,625,880.00	\$0.00 Inter-group creditors
35270 - Owed to Nixon Steel Limited (MAS) (Non-NS)	\$7,151,451.07	\$7,151,451.07	\$0.00 Inter-group creditors
35280 - Owed to Dovier Steel Limited (MLD) (Non-NS)	\$72,410.44	\$72,410.44	\$0.00 Inter-group creditors
35285 - Owed to Octagon Chapel (MOS) (Non-NS)	\$3,929,176.72	\$3,929,176.72	\$0.00 Inter-group creditors
35285 - Owed to Octagon Chapel (MOS) (Non-NS)	\$1,000.00	\$1,000.00	\$0.00 Inter-group creditors
Total - 35000 - Intercompany Creditor	\$11,933,304.43	\$11,933,304.43	\$0.00
Total Accounts Payable	\$11,933,304.43	\$11,933,304.43	\$0.00
Total Current Liabilities	\$8,888,437.33	\$8,888,437.33	\$0.00
Long Term Liabilities			
31100 - IFRS 16 Lease Liability	\$5,982,437.33	\$5,982,437.33	\$0.00 Full term lease liability in IFRS 16 purposes
Total Long Term Liabilities	\$5,982,437.33	\$5,982,437.33	\$0.00
Equity			
42000 - Ordinary Share Capital	\$50,000.00	\$50,000.00	\$0.00
42000 - Ordinary Share Capital	(\$1,295,390.51)	(\$1,295,390.51)	\$0.00
No Income	\$1,210,000.00	\$1,210,000.00	\$0.00
Total Equity	(\$9,571,796.19)	(\$9,571,796.19)	\$0.00
Total Liabilities & Equity	\$8,343,445.57	\$8,343,445.57	\$0.00

Jul-23

Exhibit E - Unpaid Bills

	\$ Due	
New York State - Department of Taxation and Finance	375.00	Tax installment payment (Mandatory) for period 31 March 2021
Mazars	5,085.00	31-Dec-21 Professional fees related to 2021 Tax returns
Mazars	11,350.00	31-Jan-22 Professional fees related to 2021 Tax returns
Mazars	8,035.00	28-Feb-22 Professional fees related to 2021 Tax returns
Mazars	1,147.00	31-Mar-22 Professional fees related to 2021 Tax returns
Total expenses	25,992.00	



565 Fifth Avenue
New York, New York 10017

Statement Period
From July 01, 2023
To July 31, 2023
Page 1 of 2

000000603 M2699SES080123124411 01 000000 002109 002



MALLETT INC DIP
DEBTOR IN POSSESSION
CASE NUMBER 21-11619
C/O LESTER BLECKNER & SHAW LLP
350 FIFTH AVE SUITE 3301
NEW YORK NY 10118 999

PRIVATE CLIENT GROUP 264
50 WEST 57TH STREET
NEW YORK, NY 10019

See Back for Important Information

Primary Account: [REDACTED] 4664 0

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Signature Relationship Summary		Opening Bal.	Closing Bal.
BANK DEPOSIT ACCOUNTS			
[REDACTED] 664	BANKRUPTCY CHECKING	3,509,304.51	3,509,304.51
RELATIONSHIP	TOTAL		3,509,304.51





Statement Period
From July 01, 2023
To July 31, 2023
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MALLETT INC DIP
DEBTOR IN POSSESSION
CASE NUMBER 21-11619
C/O LESTER BLECKNER & SHAW LLP
350 FIFTH AVE SUITE 3301
NEW YORK NY 10118 999

PRIVATE CLIENT GROUP 284
50 WEST 57TH STREET
NEW YORK, NY 10019

Primary Account: [REDACTED] 4664 0

BANKRUPTCY CHECKING [REDACTED] 4664

Summary

Previous Balance as of July 01, 2023	3,509,304.51
There was no deposit activity during this statement period	
Ending Balance as of July 31, 2023	3,509,304.51

00000603 01206 0002-0002 D2699SESES0123124435 001 00002109

